MH: AHFC Homeless Assistance Program FY2022 Request: \$7,200,000 **Reference No:** AMD 45390 **Project Type:** Economic Assistance **AP/AL:** Appropriation Category: Health/Human Services Location: Statewide **House District:** Statewide (HD 1-40) **Impact House District**: Statewide (HD 1-40) **Contact:** James Wiedle **Brief Summary and Statement of Need:** This request amends the original Governor's FY2022 capital budget request by adding \$2,650,000 of additional Alaska Housing Finance Corporation Dividend for a new requested total of \$7,200,000. The purpose of this project is to support programs that address homelessness by providing assistance to families in imminent danger of becoming homeless or those who are currently homeless. On a statewide basis, these programs serve youth, families, and victims of domestic violence. FY2022 FY2023 FY2024 FY2025 FY2026 FY2027 Funding: Total 1092 \$950,000 \$950,000 \$950,000 \$950,000 \$950,000 \$950,000 \$5,700,000 MHTAAR 1139 AHFC \$6,250,000 \$6,250,000 \$6,250,000 \$6,250,000 \$6,250,000 \$6,250,000 \$37,500,000 Div Total: \$7,200,000 \$7,200,000 \$7,200,000 \$7,200,000 \$7,200,000 \$7,200,000 \$43,200,000 ☐ State Match Required ☐ One-Time Project ☐ Phased - new ☐ Phased - underway Ongoing 0% = Minimum State Match % Required Amendment Mental Health Bill **Operating & Maintenance Costs:** Amount Staff Project Development: 0 0 Ongoing Operating: 0 0

One-Time Startup:

Totals:

Prior Funding History / Additional Information:

Sec4 Ch2 SLA2020 P11 L23 HB206 \$8,150,000

Sec4 Ch2 SLA2019 P11 L21 HB40 \$950,000

Sec7 Ch1 SLA2019 P14 L21 SB2002 \$3,600,000

Sec4 Ch18 SLA2018 P12 L20 HB285 \$7,800,000

Sec4 Ch1 SLA2017 P12 L20 HB59 \$7.800.000

Sec5 Ch1 SLA2016 P16 L20 HB257 \$7,700,000

Project Description/Justification:

The Homeless Assistance Program (HAP) enables thousands of homeless and/or near homeless families to obtain or retain safe and sanitary shelter each year. The HAP serves youth, families and victims of domestic violence throughout the state.

Funding will be used to provide grants to local communities/agencies to help develop support programs designed to reduce homelessness, provide services that prevent housing displacement and assist the homeless to transition back to permanent housing. Other AHFC programs may be

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leveraged with these funds when appropriate. All HAP funds will be combined and administered as one program by AHFC.

This program has taken on the role of a housing trust and is the coordinated funding for homeless prevention activities in Alaska. There are four main funding sources, AHFC, MHTAAR, GF/MH, and other federal or private resources. In FY2020, the award of \$4.9 million in state funds for 35 programs served over 12,500 Alaskans.

The Homeless Assistance Program (HAP) provides grants to assist nonprofit organizations, local governments, and regional housing authorities in addressing the emergency needs of homeless and near-homeless Alaskans. During previous competitive rounds, the total amount of Homeless Assistance Program (HAP) grant requests received by AHFC exceeded \$8 million. In recognition of this limited funding, AHFC has limited the amount that can be requested by each renewal applicant. This program has become increasingly relied upon as funds for grants such as homeless assistance from municipal grants and Federal Emergency Housing Assistance continues to shrink.

The most recent grantees have utilized HAP funds to expand shelter facilities, develop supportive transitional housing, provide case management, and rental assistance services and develop supportive housing for mental health trust beneficiaries and the homeless. A portion of these funds are used to support the operation of the statewide information and referral system 211.

Inadequate funding will stress the existing service partners to either exceed their capacity or turn away clients. Families in areas where no shelter exists may be forced to live in substandard and/or overcrowded conditions that are known to foster higher degrees of domestic violence and substance abuse. Low-wage earning households experiencing a family crisis will also have to contend with the likelihood of homelessness if emergency rental assistance is not available. In some cases, homeless Alaskans may cycle into the correctional or mental health system due to lack of adequate housing.

The projected outcomes are to:

- Prevent near-homeless individuals and families from becoming homeless; and/or;
- Provide homeless individuals and family assistance to obtain safe and sanitary shelter.